

## Farm Credit System Major Financial Indicators, Quarterly Comparison

Dollars in Thousands

	30-Jun-08	31-Mar-08	31-Dec-07	30-Sep-07	30-Jun-07
<b>FCS Banks<sup>1</sup></b>					
Gross loan volume	155,029,520	140,870,778	131,191,826	123,733,289	118,288,532
Accruing restructured loans <sup>2</sup>	5,194	3,937	4,301	4,467	4,355
Accrual loans 90 days or more past due	6,735	6,757	12,917	6,903	33,071
Nonaccrual loans	184,724	122,415	46,069	44,438	38,882
Nonperforming loans/total loans <sup>3</sup>	0.13%	0.09%	0.05%	0.05%	0.06%
Cash and marketable investments	37,163,207	34,679,240	34,408,807	35,397,344	34,127,771
Capital/assets <sup>4</sup>	5.26%	5.10%	5.43%	5.68%	5.81%
Unallocated retained earnings/assets	2.81%	2.63%	2.69%	2.88%	2.93%
Net income	366,449	316,949	255,085	256,521	241,950
Return on assets <sup>5</sup>	0.76%	0.73%	0.60%	0.62%	0.63%
Return on equity <sup>5</sup>	14.28%	13.69%	10.59%	10.70%	10.82%
Net interest margin	1.00%	0.97%	0.83%	0.85%	0.86%
Operating expense rate <sup>6</sup>	0.30%	0.29%	0.30%	0.30%	0.30%
<b>FCS Associations</b>					
Gross loan volume	110,176,657	108,568,071	105,620,488	101,861,098	98,624,199
Accruing restructured loans	38,549	42,982	47,212	46,484	48,219
Accrual loans 90 days or more past due	63,846	85,440	43,840	51,596	57,462
Nonaccrual loans	627,690	544,457	465,414	429,135	430,811
Nonperforming loans/gross loans <sup>2</sup>	0.66%	0.62%	0.53%	0.52%	0.54%
Capital/assets <sup>7</sup>	15.66%	15.62%	15.57%	16.02%	16.17%
Unallocated retained earnings/assets	13.74%	13.62%	13.58%	14.11%	14.19%
Net income	507,674	487,092	529,828	507,269	431,412
Return on assets <sup>5</sup>	1.69%	1.71%	1.74%	1.74%	1.74%
Return on equity <sup>5</sup>	10.82%	10.86%	10.82%	10.76%	10.60%
Net interest margin	2.53%	2.63%	2.57%	2.64%	2.70%
Operating expense rate <sup>6</sup>	1.41%	1.41%	1.49%	1.46%	1.48%
<b>Total Farm Credit System<sup>8</sup></b>					
Gross loan volume	162,062,000	152,932,000	142,906,000	135,070,000	129,518,000
Nonperforming loans	884,000	813,000	621,000	577,000	613,000
Nonaccrual loans	769,000	667,000	512,000	469,000	469,000
Nonperforming loans/gross loans <sup>3</sup>	0.55%	0.53%	0.43%	0.43%	0.47%
Bonds and notes	176,228,000	165,914,000	155,295,000	146,805,000	141,266,000
Capital/assets <sup>9</sup>	13.08%	13.58%	14.17%	14.81%	15.08%
Surplus/assets	10.82%	11.14%	11.52%	11.90%	12.10%
Net income	793,000	760,000	682,000	727,000	640,000
Return on assets <sup>5</sup>	1.54%	1.56%	1.53%	1.56%	1.54%
Return on equity <sup>5</sup>	11.59%	11.49%	10.38%	10.42%	10.19%
Net interest margin	2.41%	2.44%	2.43%	2.45%	2.44%

Sources: Farm Credit System Call Report as of June 30, 2008, and the Farm Credit System Quarterly Information Statements provided by the Federal Farm Credit Banks Funding Corporation.

Note: Changes to previous periods occasionally occur for accounting reasons.

1. Includes Farm Credit Banks and the Agricultural Credit Bank.

2. Excludes loans 90 days or more past due.

3. Nonperforming loans are defined as nonaccrual loans, accruing restructured loans, and accrual loans 90 days or more past due.

4. Capital excludes mandatorily redeemable preferred stock.

5. Income ratios are annualized.

6. Operating expenses divided by average gross loans, annualized.

7. Capital excludes protected borrower capital.

8. Cannot be derived through summation of above categories because of intradistrict and intra-System eliminations used in reports to investors.

9. Capital includes restricted capital (amount in Farm Credit Insurance Fund), excludes mandatorily redeemable preferred stock and protected borrower capital.